

2014 ANNUAL REPORT



PICKLE CARDS
RAFFLES
BINGO
KENO

Produced by the Nebraska Department of Revenue, Charitable Gaming Division

Charitable Gaming proceeds benefit nonprofit organizations across Nebraska!



In compliance with [Neb. Rev. Stat. § 9-1,101](#), this report summarizes tax revenues received from charitable gaming activities in Nebraska, as well as the expenses incurred in the administration and enforcement of the various charitable gaming acts.

Total dollars wagered on charitable gaming activities for FY2013-14 were \$257 million, a 1.51% increase over FY2012-13, when more than \$253 million was wagered. County/City lottery (Keno) wagering increased by 2.49% to \$218 million. Lottery/raffle wagering had the largest increase, up 11.80% to \$7.7 million. Pickle card wagering decreased 6.5% to \$24.5 million, and bingo wagering was down by 7.64% to \$7.1 million.

Tax receipts from all charitable gaming activities for FY2013-14 were \$5.3 million, a 1.18% increase over FY2012-13. Keno accounted for 82% of the total charitable gaming tax receipts collected.


Kim Conroy
Tax Commissioner


Aaron Hendry
Acting Charitable Gaming Director

Table of Contents

July 1, 2013 through June 30, 2014

| | |
|--|-------------------|
| Revenue, Budget, and Expenditures..... | 1 |
| Charitable Gaming Activities | 2 |

Wagering

| | |
|--|-------------------|
| Summary of Gaming Dollars Wagered, Taxes, and Fees | 4 |
| Gross Wagering by County | 5 |

Licensing

| | |
|---|-------------------|
| Licensee Comparison of Current Year to Prior Year | 7 |
| Keno Licensees by County..... | 8 |

The Games

| | |
|---|--------------------|
| Bingo Gross Wagered, Expenses, Taxes, and Profit | 9 |
| Pickle Cards Gross Wagered, Expenses, Taxes, and Profit..... | 10 |
| Keno Gross Wagered, Expenses, Taxes, and Profit | 11 |
| Keno Gross Wagered by Licensee | 12 |
| Lottery/Raffle Gross Wagered, Expenses, Taxes, and Profit | 13 |

July 1, 2013 to June 30, 2014

Revenue, Budget, and Expenditures

The regulation and enforcement activities of the Charitable Gaming Division (Division) are self-supported by 40% of the taxes collected from bingo, pickle card, keno, lottery/raffle activities, and a portion of the biennial license fees. On or before November 1 of each year, \$50,000 is transferred from the Charitable Gaming Operations Fund to the Compulsive Gamblers Assistance Fund if funds are available. The remaining 60% of taxes and other licensing fees are credited to the General Fund.

Revenue for the Charitable Gaming Operations Cash Fund and the General Fund from July 1, 2013 through June 30, 2014, was as follows:

Revenue

| Receipt Type | General Fund | Cash Fund | Total |
|------------------------------------|--------------------|--------------------|--------------------|
| Tax Revenue | \$3,205,100 | \$2,136,295 | \$5,341,395 |
| Fee Revenue ¹ | 194,435 | 124,460 | 318,895 |
| Other Revenue (Primarily Interest) | | 54,747 | 54,747 |
| Total Revenue | \$3,399,535 | \$2,315,502 | \$5,715,037 |

Budget and Expenditures

| Expenditure Type | Budgeted Amount ² | Actual Expenditure ³ |
|---|------------------------------|---------------------------------|
| Personal Services (Personnel) | | |
| Salaries | \$1,340,898 | \$ 903,407 |
| Benefits | <u>416,133</u> | <u>276,028</u> |
| Total Personal Services | \$1,757,031 | \$1,179,435 |
| Operating Expenses | 258,218 | 173,674 |
| Travel Expenses | 28,405 | 58,486 |
| Capital Outlay | 13,119 | 4,084 |
| Total Charitable Gaming Expenses | \$2,056,773 | \$1,415,679 |

¹ Actual general and cash fund fees collected.

² Budgeted amounts for FY2013-2014.

³ Actual expenses recorded on a cash basis of accounting.

July 1, 2013 to June 30, 2014

Charitable Gaming Activities

Licensing

The number of licenses issued by type can be found on [page 7](#) and includes a comparison to the prior reporting period.

Licensing actions for the reporting period were as follows:

| | |
|---|----|
| License application denials resolved by failure to contest within 30 days | 32 |
| License disqualifications for falsification of application | 34 |
| Administrative orders for license application denials | 10 |
| Temporary pickle card operator licenses granted | 8 |
| License application denials rescinded* | 2 |

Financial Compliance and Review

| | |
|---|-----|
| Bingo, pickle card, and lottery/raffle annual reports | 840 |
| Organizations not filing timely annual reports | 192 |
| Keno annual reports | 83 |
| Field audits of bingo, pickle card, keno | 124 |
| Annual report shortages or audited losses | 41 |

* License application denials are rescinded for a number of reasons. An applicant may withdraw the application or may pay delinquent taxes when the license application denial is based upon nonpayment of taxes.

July 1, 2013 to June 30, 2014

Charitable Gaming Activities (continued)

Charitable Gaming Inspections

| | |
|--|-----|
| Mechanical Amusement Device (MAD) inspections | 923 |
| Pickle card operator inspections | 419 |
| Annual report reviews and filing follow-ups | 355 |
| Keno compliance inspections | 219 |
| Administrative contacts and inquiries | 124 |
| Organization pickle card inspections | 46 |
| Organization bingo game inspections | 32 |
| Educational presentations to gaming licensees or potential licensees | 24 |
| Organization lottery/raffle inspections | 16 |

Charitable Gaming Investigations

| | |
|---|----|
| Investigations resulting from alleged violations or complaints | 51 |
| Manufacturer, distributor, and lottery operator background investigations | 7 |

During the FY2013-14 reporting period, eleven possible illegal gambling devices were reported in the following counties:

| | |
|-------------|----------|
| Franklin | 5 |
| Phelps | 4 |
| Douglas | 1 |
| Hall | 1 |
| <hr/> Total | <hr/> 11 |

Summary of Gaming Dollars Wagered, Taxes, and Fees

Gaming Dollars Wagered

| | FYE 6/2014 | FYE 6/2013 | Increase/ Decrease | Percentage Change |
|------------------------------|----------------------|----------------------|-----------------------|----------------------|
| Keno | \$217,596,406 | \$212,306,935 | \$ 5,289,471 | 2.49% |
| Pickle Cards | 24,469,696 | 26,170,367 | (1,700,671) | (6.50%) |
| Bingo | 7,066,676 | 7,651,612 | (584,936) | (7.64%) |
| Lottery/Raffle | 7,719,940 | 6,905,289 | 814,651 | 11.80% |
| Total Dollars Wagered | \$256,852,718 | \$253,034,203 | \$3,818,515 | 1.51% |

Gaming Tax Revenue

| | FYE 6/2014 | FYE 6/2013 | Increase/ Decrease | Percentage Change |
|-----------------------------|--------------------------------|--------------------|-----------------------|----------------------|
| Keno ¹ | \$4,351,929 | \$4,246,139 | \$105,790 | 2.49% |
| Pickle Cards ² | 591,254 | 633,912 | (42,658) | (6.73%) |
| Bingo ³ | 212,000 | 229,548 | (17,548) | (7.64%) |
| Lottery/Raffle ¹ | 154,399 | 138,105 | 16,294 | 11.80% |
| Total Tax Revenue | \$5,309,582⁴ | \$5,247,704 | \$ 61,878 | 1.18% |

Gaming License Fees

| | FYE 6/2014 | FYE 6/2013 | Increase/ Decrease | Percentage Change |
|---------------------------|-------------------|-------------------|------------------------------|----------------------|
| Cash Fund | \$ 124,920 | \$ 66,850 | \$ 58,070 | 86.87% |
| General Fund | 195,015 | 103,090 | 91,925 | 89.17% |
| Total License Fees | \$ 319,935 | \$ 169,940 | \$149,995⁵ | 88.26% |

| | | | | |
|-------------------------------------|--------------------|--------------------|------------------|--------------|
| Total Taxes and License Fees | \$5,629,517 | \$5,417,644 | \$211,873 | 3.91% |
|-------------------------------------|--------------------|--------------------|------------------|--------------|

¹ 2% of gross proceeds

² 10% of definite profit

³ 3% of gross receipts

⁴ Based upon taxes reported on tax returns filed for FY2013-2014 reporting periods. The actual tax revenue on a cash basis for FY2013-2014 was \$5,341,395 (difference is due to a 30-day filing offset).

⁵ Increase attributable to biennial licensing cycle.

Wagering

Gross Wagering by County

| County | Bingo | | Pickle Cards | | Lottery/Raffle | | Keno | | Total | |
|-----------|------------|------------|--------------|------------|----------------|------------|--------------|--------------|--------------|--------------|
| | FYE 6/2014 | FYE 6/2013 | FYE 6/2014 | FYE 6/2013 | FYE 6/2014 | FYE 6/2013 | FYE 6/2014 | FYE 6/2013 | FYE 6/2014 | FYE 6/2013 |
| Adams | \$ 238,114 | \$ 286,862 | \$ 615,283 | \$ 727,259 | \$ 256,556 | \$ 268,161 | \$ 3,019,826 | \$ 3,059,753 | \$ 4,129,779 | \$ 4,342,035 |
| Antelope | | | 13,824 | 4,032 | 174,222 | 106,558 | 288,950 | 364,179 | 476,996 | 474,769 |
| Arthur | | | | | No Activity | | | | | |
| Banner | | | | | No Activity | | | | | |
| Blaine | | | | | No Activity | | | | | |
| Boone | 11,466 | 10,375 | 108,698 | 98,985 | 126,836 | 105,326 | 293,934 | 281,189 | 540,934 | 495,875 |
| Box Butte | 141,818 | 161,597 | 70,413 | 77,028 | 126,725 | 135,650 | 344,871 | 385,039 | 683,827 | 759,314 |
| Boyd | | | | | No Activity | | | | | |
| Brown | | | 24,850 | 20,834 | 16,618 | 21,080 | 370,358 | 380,275 | 411,826 | 422,189 |
| Buffalo | 265,676 | 325,766 | 1,498,082 | 1,580,978 | 126,518 | 150,275 | 6,826,462 | 6,405,118 | 8,716,738 | 8,462,137 |
| Burt | | | 80,545 | 102,980 | 18,022 | 9,344 | 9,214 | | 107,781 | 112,324 |
| Butler | 31,913 | 34,066 | 53,840 | 75,497 | 121,387 | 75,127 | 361,295 | 421,490 | 568,435 | 606,180 |
| Cass | 11,777 | 14,671 | 333,514 | 295,203 | 62,445 | 87,666 | 2,031,157 | 1,811,736 | 2,438,893 | 2,209,276 |
| Cedar | 1,805 | 2,038 | 4,988 | 6,983 | 147,755 | 182,612 | | | 154,548 | 191,633 |
| Chase | 9,774 | 7,136 | 9,187 | 3,585 | 47,630 | | 205,004 | 152,391 | 271,595 | 163,112 |
| Cherry | 8,040 | 7,735 | 260,456 | 170,853 | | | 68,402 | 22,091 | 336,898 | 200,679 |
| Cheyenne | 21,571 | 14,993 | 109,920 | 204,723 | 27,804 | 22,810 | 836,132 | 802,643 | 995,427 | 1,045,169 |
| Clay | | | 59,868 | 26,325 | 22,400 | 27,800 | 771,410 | 490,438 | 853,678 | 544,563 |
| Colfax | 45,513 | 31,223 | 39,089 | 38,629 | 56,917 | 56,846 | 571,951 | 643,311 | 713,470 | 770,009 |
| Cuming | 4,482 | 4,588 | 191,745 | 289,081 | 108,239 | 352,065 | 73,738 | 96,991 | 378,204 | 742,725 |
| Custer | 5,594 | 7,621 | 36,165 | 17,044 | 15,000 | 12,500 | 62,272 | 124,561 | 119,031 | 161,726 |
| Dakota | 254,553 | 359,063 | 150,701 | 146,597 | 37,035 | 21,475 | 764,243 | 776,723 | 1,206,532 | 1,303,858 |
| Dawes | 2,707 | 2,249 | | 2,586 | 20,000 | 20,000 | 647,546 | 821,429 | 670,253 | 846,264 |
| Dawson | 91,135 | 105,745 | 80,797 | 131,775 | 50,760 | 26,715 | 1,338,629 | 1,118,549 | 1,561,321 | 1,382,784 |
| Deuel | | | | | | | 277,881 | 310,053 | 277,881 | 310,053 |
| Dixon | | | 146,334 | 165,086 | 12,795 | | | | 159,129 | 165,086 |
| Dodge | 83,259 | 103,115 | 1,304,215 | 1,259,077 | 108,724 | 126,580 | 4,845,797 | 4,467,243 | 6,341,995 | 5,956,015 |
| Douglas | 2,347,121 | 2,446,237 | 5,307,804 | 5,777,184 | 2,508,530 | 1,963,289 | 77,420,910 | 76,180,903 | 87,584,365 | 86,367,613 |
| Dundy | | | | | No Activity | | | | | |
| Fillmore | 14,862 | 14,740 | 230,771 | 374,773 | 6,840 | 1,000 | 762,322 | 616,122 | 1,014,795 | 1,006,635 |
| Franklin | | | 1,995 | | | | 61,881 | 49,257 | 63,876 | 49,257 |
| Frontier | | | 34,020 | 34,980 | | 8,025 | | | 34,020 | 43,005 |
| Furnas | | | 13,459 | 15,199 | 15,025 | 18,483 | 69,667 | 103,858 | 98,151 | 137,540 |
| Gage | 38,208 | 73,798 | 278,055 | 369,911 | 7,570 | | 1,320,843 | 1,100,126 | 1,644,676 | 1,543,835 |
| Garden | | | 12,913 | 18,047 | | 13,340 | 34,121 | 29,760 | 47,034 | 61,147 |
| Garfield | | | 112,320 | 130,598 | | | | | 112,320 | 130,598 |
| Gosper | | | 14,280 | 4,740 | 5,150 | | 41,884 | 13,525 | 61,314 | 18,265 |
| Grant | | | | | No Activity | | | | | |
| Greeley | | | | | 30,810 | 30,826 | 721,509 | 451,037 | 752,319 | 481,863 |
| Hall | 436,124 | 429,868 | 1,463,020 | 1,425,874 | 214,333 | 211,793 | 6,296,259 | 6,243,442 | 8,409,736 | 8,310,977 |
| Hamilton | | | 229,264 | 211,832 | 21,361 | 11,450 | | | 250,625 | 223,282 |
| Harlan | | | 116,260 | 110,433 | | | 190,845 | 130,107 | 307,105 | 240,540 |
| Hayes | | | | | No Activity | | | | | |
| Hitchcock | 2,083 | 3,939 | 31,800 | 68,652 | | | 30,914 | 70,406 | 64,797 | 142,997 |
| Holt | 4,506 | 5,691 | 261,155 | 280,481 | 40,825 | 44,150 | 258,490 | 36,734 | 564,976 | 367,056 |
| Hooker | | | | | No Activity | | | | | |
| Howard | | | 49,627 | 13,470 | 245,250 | 168,600 | 588,033 | 447,108 | 882,910 | 629,178 |

Wagering

Gross Wagering by County (continued)

| County | Bingo | | Pickle Cards | | Lottery/Raffle | | Keno | | Total | |
|--------------|--------------------|--------------------|----------------------|----------------------|---------------------|---------------------|----------------------|----------------------|----------------------|----------------------|
| | FYE 6/2014 | FYE 6/2013 | FYE 6/2014 | FYE 6/2013 | FYE 6/2014 | FYE 6/2013 | FYE 6/2014 | FYE 6/2013 | FYE 6/2014 | FYE 6/2013 |
| Jefferson | \$ 17,237 | \$ 20,235 | \$ 181,749 | \$ 241,149 | \$ | \$ | \$ 501,872 | \$ 454,757 | \$ 700,858 | \$ 716,141 |
| Johnson | 6,318 | 7,195 | | | 16,640 | 17,860 | 754,414 | 619,863 | 777,372 | 644,918 |
| Kearney | | | 201,084 | 184,128 | | | | | 201,084 | 184,128 |
| Keith | 37,291 | 36,464 | 304,397 | 276,302 | | | 1,117,163 | 1,109,793 | 1,458,851 | 1,422,559 |
| Keya Paha | | | | | No Activity | | | | | |
| Kimball | 5,095 | 7,913 | 24,443 | 32,940 | 31,800 | 33,350 | 515,016 | 634,767 | 576,354 | 708,970 |
| Knox | 10,649 | 6,734 | 48,933 | 51,191 | 74,085 | 16,000 | 204,104 | 286,150 | 337,771 | 360,075 |
| Lancaster | 955,791 | 1,024,490 | 3,860,208 | 3,993,728 | 852,946 | 693,028 | 37,014,029 | 36,711,983 | 42,682,974 | 42,423,229 |
| Lincoln | 101,274 | 96,203 | 929,404 | 1,090,661 | 120,211 | 119,475 | 5,606,953 | 5,105,255 | 6,757,842 | 6,411,594 |
| Logan | | | 10,980 | 10,980 | | | | | 10,980 | 10,980 |
| Loup | | | 22,103 | 8,640 | | | | | 22,103 | 8,640 |
| Madison | 201,541 | 256,482 | 353,106 | 480,341 | 169,010 | 167,920 | 4,826,531 | 4,794,404 | 5,550,188 | 5,699,147 |
| McPherson | | | | | No Activity | | | | | |
| Merrick | | | 134,459 | 150,089 | | | 281,656 | 230,941 | 416,115 | 381,030 |
| Morrill | | | | | 30,000 | 30,000 | 468,908 | 400,966 | 498,908 | 430,966 |
| Nance | 11,557 | 12,367 | 24,819 | 32,477 | 22,300 | 23,000 | 153,105 | 146,713 | 211,781 | 214,557 |
| Nemaha | 14,409 | 14,888 | 39,631 | 45,964 | | | 121,594 | 197,230 | 175,634 | 258,082 |
| Nuckolls | | | 19,820 | 12,008 | 14,900 | 14,750 | 209,468 | 232,829 | 244,188 | 259,587 |
| Otoe | 48,858 | 57,345 | 130,965 | 150,077 | | | 861,490 | 763,227 | 1,041,313 | 970,649 |
| Pawnee | 1,219 | 830 | 23,400 | 16,860 | 3,510 | | | | 28,129 | 17,690 |
| Perkins | | | | | | | 112,674 | 139,294 | 112,674 | 139,294 |
| Phelps | | | 46,713 | 28,405 | 54,858 | 7,820 | 275,316 | 168,217 | 376,887 | 204,442 |
| Pierce | 7,136 | 8,546 | 133,262 | 117,699 | | | 802,440 | 808,259 | 942,838 | 934,504 |
| Platte | 231,465 | 225,056 | 734,914 | 768,559 | 468,265 | 572,675 | 4,871,412 | 4,859,156 | 6,306,056 | 6,425,446 |
| Polk | | | 182,718 | 160,921 | 20,000 | | 135,896 | 122,595 | 338,614 | 283,516 |
| Red Willow | 80,184 | 93,172 | 337,237 | 322,294 | 55,051 | 51,747 | 1,484,980 | 854,632 | 1,957,452 | 1,321,845 |
| Richardson | | | 67,112 | 112,453 | 51,985 | 49,050 | 500,889 | 459,002 | 619,986 | 620,505 |
| Rock | 2,984 | 3,340 | 1,080 | 1,080 | | | | | 4,064 | 4,420 |
| Saline | 15,559 | 12,237 | 191,296 | 278,239 | 63,909 | 54,301 | 1,218,743 | 1,428,389 | 1,489,507 | 1,773,166 |
| Sarpy | 842,757 | 890,414 | 1,250,589 | 1,204,983 | 273,528 | 203,349 | 33,551,751 | 33,157,180 | 35,918,625 | 35,455,926 |
| Saunders | 11,032 | 13,207 | 247,045 | 222,867 | 119,100 | 82,527 | 1,068,468 | 901,039 | 1,445,645 | 1,219,640 |
| Scotts Bluff | 345,194 | 356,579 | 665,553 | 816,468 | 206,500 | 204,920 | 6,675,861 | 6,997,794 | 7,893,108 | 8,375,761 |
| Seward | | | 172,070 | 188,417 | 67,857 | 73,175 | 89,717 | | 329,644 | 261,592 |
| Sheridan | | | 17,948 | 16,118 | 10,910 | 8,090 | 12,435 | 12,416 | 41,293 | 36,624 |
| Sherman | 4,341 | 13,284 | 32,985 | 36,289 | | | 100,214 | 79,469 | 137,540 | 129,042 |
| Sioux | | | | | 18,400 | 18,900 | | | 18,400 | 18,900 |
| Stanton | | | 51,769 | 49,555 | 24,900 | 11,890 | | | 76,669 | 61,445 |
| Thayer | | | | | | 10,700 | 19,330 | 36,565 | 19,330 | 47,265 |
| Thomas | | | | | No Activity | | | | | |
| Thurston | | | | | No Activity | | | | | |
| Valley | 42,684 | 40,105 | 33,033 | 101,384 | 16,150 | 21,750 | 575,860 | 677,843 | 667,727 | 841,082 |
| Washington | | | 19,085 | 64,092 | 39,449 | 28,066 | 1,242,124 | 986,421 | 1,300,658 | 1,078,579 |
| Wayne | | 733 | 138,183 | 112,493 | 101,134 | 98,550 | | | 239,317 | 211,776 |
| Webster | | | 94,920 | 79,205 | | | | | 94,920 | 79,205 |
| Wheeler | | 677 | | | 6,080 | 2,635 | 95,858 | 27,432 | 101,938 | 30,744 |
| York | | | 393,426 | 430,005 | 6,380 | 10,215 | 319,385 | 494,767 | 719,191 | 934,987 |
| TOTAL | \$7,066,676 | \$7,651,612 | \$ 24,469,696 | \$ 26,170,367 | \$ 7,719,940 | \$ 6,905,289 | \$217,596,406 | \$212,306,935 | \$256,852,718 | \$253,034,203 |

Licensing

Licensee Comparison of Current Year to Prior Year

| | Biennial License Fee | Number of Licenses FYE 6/2014 | Number of Licenses FYE 6/2013 | Net Change |
|--|-------------------------|-------------------------------------|-------------------------------------|---------------|
| Keno | | | | |
| Counties, cities, and villages licensed to conduct keno | \$ 100 | 167 | 175 | (8) |
| Keno lottery operators | \$ 500 | 158 | 164 | (6) |
| Keno sales outlet locations (including satellite locations) | - | 729 | 741 | (12) |
| Keno lottery workers | - | 6,233 | 6,770 | (537) |
| Pickle Card | | | | |
| Organizations licensed to conduct Class I lottery by pickle cards | \$ 200 | 147 | 154 | (7) |
| Organizations licensed to conduct Class II lottery by pickle cards | \$ 300 | 221 | 223 | (2) |
| Pickle card operators | \$ 100 | 606 | 698 | (92) |
| Pickle card operator authorizations | - | 794 | 850 | (56) |
| Sales agents | \$ 100 | 309 | 318 | (9) |
| Bingo | | | | |
| Organizations licensed to conduct Class I bingo | \$ 30 | 74 | 80 | (6) |
| Organizations licensed to conduct Class II bingo | \$ 100 | 16 | 16 | 0 |
| Gaming Managers | \$ 100 | 20 | 20 | 0 |
| Lessors of commercial bingo halls | - | 4 | 4 | 0 |
| Commercial bingo halls | \$ 200 | 6 | 5 | 1 |
| Lottery/Raffle | | | | |
| Organizations licensed to conduct lotteries and raffles | \$ 30 | 344 | 356 | (12) |
| Manufacturers and Distributors | | | | |
| Manufacturers of bingo equipment and pickle cards | \$3,050 | 7 | 6 | 1 |
| Distributors of bingo equipment and pickle cards | \$3,050 | 2 | 2 | 0 |
| Manufacturer-distributors of keno supplies and equipment | \$1,525 | 6 | 6 | 0 |
| Other Licenses and Permits | | | | |
| Special Event bingo permits ¹ | \$ 15 | 91 | 88 | 3 |
| Pickle card dispensing devices registered ² | \$ 50 | 778 | 830 | (52) |
| Lottery and raffle special permits ³ | \$ 10 | 289 | 155 | 134 |
| Utilization of funds members ⁴ | \$ 40 | 858 | 840 | 18 |
| TOTAL | | 11,859 | 12,501 | (642) |

¹ Fee per event; maximum of two events per calendar year not to exceed 14 days in total.

² Fee per device; calendar year registration.

³ Fee per permit; one per 12-month period ending September 30 each year; valid for maximum of three consecutive calendar months for special lottery or special raffle, or both.

⁴ Biennial fee; licensed organizations are required to license at least one utilization of funds member who is responsible for the proper use of bingo receipts, pickle card proceeds, or lottery and raffle proceeds.

Licensing Keno Licensees by County¹

| Counties, Cities, & Villages | FYE 6/2014 | | FYE 6/2013 | | Lottery Operators ² | | Sales Outlets | |
|------------------------------|------------|------------|------------|------------|--------------------------------|------------------------|---------------|------------|
| | FYE 6/2014 | FYE 6/2013 | FYE 6/2014 | FYE 6/2013 | FYE 6/2014 | FYE 6/2013 | FYE 6/2014 | FYE 6/2013 |
| Adams | 1 | 1 | 6 | 6 | 1 | 1 | | |
| Antelope | 3 | 4 | | | 2 | 3 | | |
| Boone | 3 | 3 | | | 5 | 5 | | |
| Box Butte | 2 | 2 | | | 3 | 5 | | |
| Brown | 2 | 2 | | | 2 | 2 | | |
| Buffalo | 4 | 4 | 2 | 2 | 8 | 8 | | |
| Burt | | | 1 | | | | | |
| Butler | 4 | 5 | | | 3 | 5 | | |
| Cass | 7 | 7 | 5 | 4 | 10 | 10 | | |
| Cedar | 2 | 2 | | | 1 | | | |
| Chase | 2 | 2 | | | 2 | 3 | | |
| Cherry | 1 | 1 | | | 1 | | | |
| Cheyenne | 3 | 3 | 1 | 1 | 5 | 5 | | |
| Clay | 2 | 2 | | | 2 | 1 | | |
| Colfax | 3 | 3 | | | 5 | 5 | | |
| Cuming | 2 | 2 | | | 3 | 3 | | |
| Custer | 2 | 2 | | | 2 | 2 | | |
| Dakota | 2 | 3 | | | 2 | 4 | | |
| Dawes | 2 | 2 | | | 6 | 7 | | |
| Dawson | 1 | 1 | | | 7 | 7 | | |
| Deuel | 2 | 2 | | | 2 | 2 | | |
| Dodge | 4 | 4 | | | 20 | 23 | | |
| Douglas | 5 | 6 | 21 | 25 | 354 | 376 | | |
| Fillmore | 3 | 3 | | | 3 | 3 | | |
| Franklin | 2 | 2 | | | 2 | 2 | | |
| Furnas | 2 | 2 | | | | 1 | | |
| Gage | 3 | 4 | 1 | 1 | 4 | 8 | | |
| Garden | 1 | 1 | | | 3 | 3 | | |
| Gosper | 1 | 1 | | | 1 | 1 | | |
| Greeley | 2 | 3 | | | 2 | 2 | | |
| Hall | 2 | 2 | 1 | 1 | 8 | 8 | | |
| Harlan | 1 | 1 | | | 2 | 1 | | |
| Hitchcock | 1 | 1 | | | 1 | 1 | | |
| Holt | 2 | 2 | | | 1 | | | |
| Howard | 2 | 2 | | | 2 | 2 | | |
| Jefferson | 1 | 1 | | | 2 | 2 | | |
| Johnson | 3 | 3 | | | 5 | 4 | | |
| Keith | 1 | 1 | | | 8 | 7 | | |
| Kimball | 1 | 1 | | | 3 | 2 | | |
| Knox | 4 | 3 | | | 4 | 3 | | |
| Lancaster | 8 | 7 | 27 | 26 | 86 | 70 | | |
| Lincoln | 4 | 4 | 1 | 2 | 12 | 9 | | |
| Madison | 3 | 3 | | | 15 | 15 | | |
| Merrick | 1 | 1 | | | 1 | 1 | | |
| Morrill | 2 | 2 | | | 2 | 2 | | |
| Nance | 2 | 2 | | | 2 | 2 | | |
| Nemaha | 1 | 2 | | | 2 | 3 | | |
| Nuckolls | 2 | 2 | | | 1 | 2 | | |
| Otoe | 3 | 5 | 1 | 1 | 7 | 7 | | |
| Perkins | 2 | 2 | | | 2 | 2 | | |
| Phelps | 1 | 1 | 1 | 1 | 1 | 1 | | |
| Pierce | 4 | 4 | | | 7 | 8 | | |
| Platte | 5 | 5 | 65 | 70 | 18 | 14 | | |
| Polk | 2 | 2 | | | 2 | 2 | | |
| Red Willow | 1 | 1 | 1 | 1 | 2 | 1 | | |
| Richardson | 1 | 1 | | | 1 | 1 | | |
| Saline | 3 | 3 | | | 6 | 6 | | |
| Sarpy | 6 | 6 | 13 | 12 | 37 | 37 | | |
| Saunders | 6 | 7 | 2 | 2 | 3 | 3 | | |
| Scotts Bluff | 6 | 6 | 7 | 7 | 13 | 13 | | |
| Seward | 1 | | | | | | | |
| Sheridan | 1 | 1 | | | 1 | 1 | | |
| Sherman | 1 | 1 | | | 1 | 1 | | |
| Thayer | 1 | 1 | | | | 1 | | |
| Valley | 2 | 2 | | | 3 | 3 | | |
| Washington | 3 | 4 | 1 | 1 | 5 | 5 | | |
| Wheeler | 2 | 2 | | | 1 | 1 | | |
| York | 2 | 2 | 1 | 1 | 1 | 3 | | |
| TOTAL | 167 | 175 | 158 | 164 | 729 | 741³ | | |

¹ Only those counties with keno licensees in these years are listed.

² Lottery operator licenses based on principal office location.

³ Number of physical sales outlet locations was 507. Some locations may hold a license for more than one lottery.

The Games - Bingo

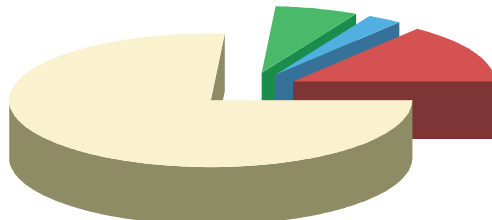
Gross Wagered, Expenses, Taxes, and Profit

Fiscal Years Ending June 2014 and June 2013

| | FYE 6/2014 Class I ¹ | FYE 6/2014 Class II ² | FYE 6/2014 Total | FYE 6/2013 Total | Increase/ Decrease |
|----------------------|---------------------------------------|--|------------------------|------------------------|-----------------------|
| Gross Wagered | \$1,874,164 | \$5,192,512 | \$7,066,676 | \$7,651,612 | (\$584,936) |
| Less Expenses | | | | | |
| Prizes | 1,415,183 | 3,600,128 | 5,015,311 | 5,512,580 | (497,269) |
| Expenses | 117,516 | 1,211,631 ¹ | 1,329,147 | 1,454,616 | (125,469) |
| Taxes | 56,225 | 155,775 | 212,000 | 229,548 | (17,548) |
| Profit | \$ 285,240 | \$ 224,978 | \$ 510,218 | \$ 454,868 | \$ 55,350 |

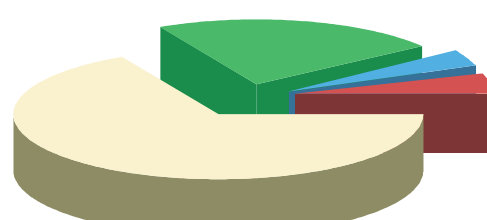
FYE 6/2014

Class I



■ 75.51% Prizes ■ 3.00% Taxes
■ 6.27% Expenses ■ 15.22% Profit

Class II



■ 69.34% Prizes ■ 3.00% Taxes
■ 23.33% Expenses³ ■ 4.33% Profit

| | FYE 6/2014 | FYE 6/2013 |
|---|------------|------------|
| Number of Occasions Conducted | 6,007 | 6,473 |
| Attendance Reported | 262,010 | 282,341 |
| Average Player Spend Per Occasion | \$ 26.97 | \$ 27.10 |

¹ Class I Bingo - Gross receipts under \$100,000 annually.

² Class II Bingo - Gross receipts of \$100,000 or more annually.

³ Includes both variable and fixed expenses. Class II expenses in excess of 14% are attributable to rental of bingo halls.

The Games - Pickle Cards

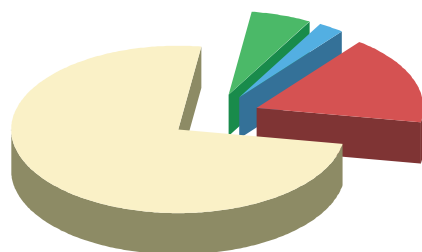
Gross Wagered, Expenses, Taxes, and Profit

Fiscal Years Ending June 2014 and June 2013

| | FYE 6/2014 Class I | FYE 6/2014 Class II | FYE 6/2014 Total | FYE 6/2013 Total | Increase/ Decrease |
|-----------------------------------|-----------------------|------------------------|---------------------|---------------------|-----------------------|
| Gross Wagered | \$4,717,090 | \$19,752,606 | \$24,469,696 | \$26,170,367 | (\$1,700,671) |
| Less Expenses | | | | | |
| Prizes | 3,520,364 | 15,036,792 | 18,557,156 | 19,917,420 | (1,360,264) |
| Operator Commissions ¹ | | 1,262,120 | 1,262,120 | 1,362,816 | (100,696) |
| Expenses | 403,100 | 1,524,080 | 1,927,180 | 1,780,688 | 146,492 |
| Taxes ² | 113,978 | 477,276 | 591,254 | 633,912 | (42,658) |
| Profit | \$ 679,648 | \$ 1,452,338 | \$ 2,131,986 | \$ 2,475,531 | (\$343,545) |

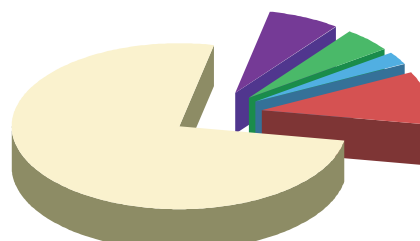
FYE 6/2014

Class I



■ 74.63% Prizes ■ 2.42% Taxes
■ 8.54% Expenses ■ 14.41% Profit

Class II



■ 76.13% Prizes ■ 2.42% Taxes
■ 6.38% Operator Commissions ■ 7.35% Profit
■ 7.72% Expenses

| | FYE 6/2014 | FYE 6/2013 |
|--|------------|------------|
| Number of Pickle Card Units Sold | 11,304 | 12,364 |

¹ Applies to Class II only. The statutory maximum allowed for a pickle card operator commission is 30% of definite profit, which is approximately 7% of gross proceeds.

² The statutory pickle card tax rate is 10% of definite profit, which is approximately 2.42% of gross proceeds.

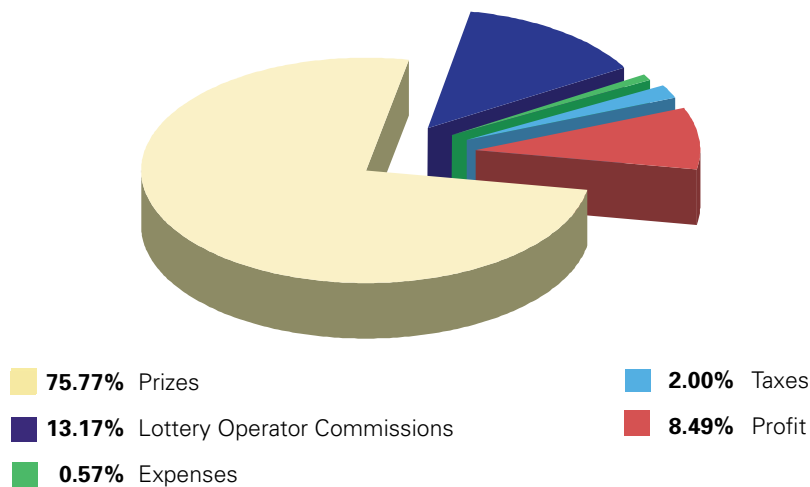
The Games - Keno

Gross Wagered, Expenses, Taxes, and Profit

Fiscal Years Ending June 2014 and June 2013

| | FYE 6/2014 | FYE 6/2013 | Increase/ Decrease |
|------------------------------|----------------------|----------------------|-----------------------|
| Gross Wagered | \$217,596,406 | \$212,306,935 | \$5,289,471 |
| Less Expenses | | | |
| Prizes | 164,858,347 | 159,857,996 | 5,000,351 |
| Lottery Operator Commissions | 28,665,562 | 28,063,327 | 602,235 |
| Expenses | 1,239,942 | 1,273,842 | (33,900) |
| Taxes | 4,351,929 | 4,246,139 | 105,790 |
| Profit | \$ 18,480,626 | \$ 18,865,631 | (\$385,005) |

FYE 6/2014



Gross Wagered by Licensee Keno

| County/City | FYE 6/2014 | FYE 6/2013 |
|-----------------|----------------|---------------|
| Albion | \$ 159,039 | \$ 140,146 |
| Alliance | 195,237 | 245,515 |
| Arlington | 0 ³ | 8,310 |
| Ashland | 754,769 | 664,248 |
| Auburn | 121,594 | 188,698 |
| Bancroft | 33,661 | 48,921 |
| Battle Creek | 273,515 | 248,191 |
| Bayard | 64,250 | 107,699 |
| Beatrice | 621,489 | 565,834 |
| Beemer | 40,077 | 48,070 |
| Bellevue | 7,805,470 | 7,381,137 |
| Bellwood | 130,102 | 119,123 |
| Bennington | 186,775 | 133,118 |
| Big Springs | 206,956 | 279,316 |
| Blair | 1,108,152 | 866,605 |
| Bloomfield | 6,434 | NL |
| Blue Springs | 539,653 | 450,039 |
| Bridgeport | 404,658 | 293,267 |
| Broken Bow | 42,675 | 106,308 |
| Brunswick | 0 ¹ | 1,878 |
| Cass County | 256,681 | 260,402 |
| Cedar Creek | 98,369 | 146,003 |
| Chadron | 126,656 | 109,547 |
| Chase County | 32,972 | 28,826 |
| Cheyenne County | 679,970 | 672,739 |
| Cody | 68,402 | 22,091 |
| Columbus | 4,632,795 | 4,619,206 |
| Cortland | 12,712 | 24,070 |
| Crawford | 520,890 | 711,882 |
| Crete | 657,129 | 666,884 |
| Dannebrog | 148,106 | 100,839 |
| David City | 69,528 | 158,703 |
| Dawson County | 1,338,629 | 1,118,549 |
| Denton | 4,838,846 | 5,828,671 |
| Deuel County | 70,925 | 30,737 |
| Doniphan | 260,693 | 351,642 |
| Dorchester | 533,423 | 738,994 |
| Eagle | 233,863 | 304,395 |
| Elm Creek | 249,793 | 211,316 |
| Ericson | 95,858 | 27,432 |
| Ewing | 258,490 | 36,734 |
| Exeter | 448,514 | 283,969 |
| Fairbury | 501,872 | 454,757 |
| Fort Calhoun | 133,972 | 111,506 |
| Franklin | 51,195 | 38,743 |
| Fremont | 4,778,330 | 4,405,317 |
| Fullerton | 32,086 | 50,821 |
| Garden County | 34,121 | 29,760 |
| Geneva | 73,754 | 68,242 |
| Genoa | 121,019 | 95,892 |
| Gering | 2,047,105 | 2,180,722 |
| Gosper County | 41,884 | 13,525 |
| Grant | 68,017 | 77,201 |
| Greenwood | 84,988 | 94,690 |
| Gretna | 856,651 | 600,601 |
| Hadar | 253,336 | 217,388 |
| Hall County | 6,035,566 | 5,891,800 |
| Harlan County | 190,845 | 130,107 |
| Harvard | 425,262 | 490,438 |
| Hastings | 3,019,826 | 3,059,753 |
| Hebron | 19,330 | 36,565 |
| Hemingford | 149,634 | 139,524 |
| Hershey | 48,579 | 55,970 |
| Hickman | 95,140 | 134,107 |
| Holdrege | 275,316 | 168,217 |
| Hooper | 54,405 | 53,609 |
| Howells | 36,829 | 35,910 |
| Humphrey | 40,479 | 3,595 |
| Imperial | NL | 8,383 |
| Jackson | 57,057 | 66,190 |
| Johnson | 173,176 | 64,430 |
| Johnstown | 13,237 | 45,515 |
| Kearney | 6,283,834 | 5,880,053 |
| Keith County | 1,117,163 | 1,109,793 |
| Kimball | 515,016 | 634,767 |
| Knox County | 190,564 | 279,147 |
| LaVista | 17,002,682 | 17,812,643 |
| Leigh | 4,159 | 6,697 |
| Lincoln | 28,368,041 | 27,452,720 |
| Lindsay | 75,662 | 129,580 |
| Long Pine | 357,121 | 334,760 |
| Lorton | 155,066 | 96,762 |

| County/City | FYE 6/2014 | FYE 6/2013 |
|---------------------|----------------------|----------------------|
| Louisville | 88,734 | 155,240 |
| Loup City | 100,214 | 79,469 |
| Lyman | 168,121 | 153,814 |
| Lyons | 9,214 | NL |
| Madrid | 44,657 | 62,093 |
| McCook | 1,484,980 | 854,632 |
| McGrew | 176,402 | 308,039 |
| Memphis | 97,036 | 43,644 |
| Milligan | 240,054 | 263,911 |
| Minatare | 192,024 | 205,182 |
| Monroe | 122,476 | 106,775 |
| Morse Bluff | 43,272 | 37,387 |
| Murdock | 36,050 | 46,284 |
| Naponee | 10,686 | 10,514 |
| Neligh | 154,343 | 192,503 |
| Niobrara | 7,106 | 7,003 |
| Norfolk | 4,421,951 | 4,430,020 |
| North Bend | 13,062 | 8,317 |
| North Loup | 50,545 | 181,089 |
| North Platte | 5,390,175 | 4,883,479 |
| Oak | 0 ¹ | 12,380 |
| Omaha | 58,194,781 | 56,690,744 |
| Orchard | 134,607 | 169,798 |
| Ord | 525,315 | 496,754 |
| Osceola | 107,983 | 103,388 |
| Osmond | 163,338 | 138,621 |
| Otoe | 0 ¹ | 855 |
| Otoe County | 131,552 | 157,279 |
| Oxford | 69,667 | 103,858 |
| Papillion | 5,613,867 | 5,085,387 |
| Peru | 0 ¹ | 8,532 |
| Petersburg | 16,210 | 20,038 |
| Pierce | 244,200 | 293,336 |
| Plainview | 141,566 | 158,914 |
| Plattsmouth | 1,232,472 | 804,752 |
| Pleasant Dale | 21,848 | NL |
| Potter | 156,162 | 129,904 |
| Ralston | 18,646,679 | 19,032,905 |
| Ravenna | 108,981 | 62,352 |
| Raymond | 244,360 | 203,843 |
| Roca | 195,447 | NL |
| Royal | 0 ¹ | 0 ² |
| Rulo | 500,889 | 459,002 |
| Rushville | 12,435 | 12,416 |
| Sargent | 19,597 | 18,253 |
| Sarpy County | 1,994,254 | 2,097,739 |
| Schuyler | 530,963 | 600,704 |
| Scotia | 0 ¹ | 12,138 |
| Scotts Bluff County | 3,802,779 | 4,150,037 |
| Shelby | 27,913 | 19,207 |
| Shelton | 183,854 | 251,397 |
| Silver Creek | 281,656 | 230,941 |
| South Sioux City | 707,186 | 710,533 |
| Spalding | 599,055 | 438,899 |
| Sprague | 259,711 | 74,958 |
| Springfield | 278,827 | 179,673 |
| St. Edward | 118,685 | 121,005 |
| St. Paul | 439,927 | 346,269 |
| Sterling | 112,810 | 153,027 |
| Superior | 209,468 | 220,449 |
| Surprise | 161,665 | 143,664 |
| Sutherland | 168,199 | 165,806 |
| Sutton | 346,148 | 0 ² |
| Syracuse | 295,651 | 258,622 |
| Tecumseh | 468,428 | 402,406 |
| Terrytown | 289,430 | 0 ² |
| Tilden | 131,065 | 116,193 |
| Trenton | 30,914 | 70,406 |
| Unadilla | 279,221 | 249,709 |
| Utica | 67,869 | NL |
| Valley | 355,941 | 155,412 |
| Valparaiso | 38,383 | 30,839 |
| Waco | 230,687 | 350,058 |
| Wahoo | 135,008 | 124,921 |
| Waterloo | 36,734 | 168,724 |
| Wauneta | 172,032 | 115,152 |
| Waverly | 3,012,484 | 3,017,684 |
| Wilber | 28,191 | 22,511 |
| Wolbach | 122,454 | 0 ² |
| Wymore | 146,989 | 60,183 |
| York | 88,698 | 144,709 |
| TOTALS | \$217,596,406 | \$212,306,935 |

¹ City/County was licensed in 2014, but did not carry keno at that time.² City/County was licensed in 2013, but did not carry keno at that time.

NL = not licensed

³ Arlington has an interlocal agreement with Fremont and proceeds are reported by Fremont.

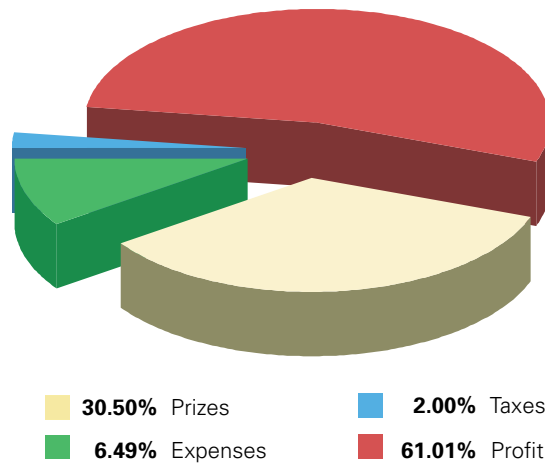
The Games - Lottery/Raffle

Gross Wagered, Expenses, Taxes, and Profit

Fiscal Years Ending June 2014 and June 2013

| | FYE 6/2014 | FYE 6/2013 | Increase/ Decrease |
|----------------------------|--------------------|--------------------|-----------------------|
| Lottery Gross Wagered | \$3,647,879 | \$3,224,863 | \$423,016 |
| Raffle Gross Wagered | <u>4,072,061</u> | <u>3,680,426</u> | <u>391,635</u> |
| Total Gross Wagered | \$7,719,940 | \$6,905,289 | \$814,651 |
| Less Expenses | | | |
| Prizes | 2,355,165 | 2,290,484 | 64,681 |
| Expenses | 500,640 | 484,751 | 15,889 |
| Taxes | <u>154,399</u> | <u>138,105</u> | <u>16,294</u> |
| Profit | \$4,709,736 | \$3,991,949 | \$717,787 |

FYE 6/2014



For further information, please contact the Nebraska Department of Revenue, Charitable Gaming Division,
 1800 O Street, Suite 101, PO Box 94855, Lincoln, Nebraska 68509-4855,
402-471-5937, or toll free 877-564-1315.
revenue.nebraska.gov/gaming